
CLAIM AGAINST THE COMPANY - UPDATE

The Board of Directors (the "Board") of PSL Holdings Limited ("Company") refers to the Company's announcement dated 22 August 2016. Terms used in this announcement shall bear the same meaning as defined in the said announcement.

The notice of claim by Sudirman Kurniawan to declare that certain clauses of the SPA initially made by the previous management relating to the right of the Company to appoint directors to the board of PT Momentum Investama ("Investama") is null and void, has yet to be served on the Company. Some of the Board members have met up with Mr Sudirman with a view of resolving the claim amicably. However, no significant progress has been made since. Mr Sudirman indicated that he would like to disengage from the joint venture with the Company.

Mark Zhou and Natalie Koh, being the nominated directors of the Company on the board of Investama have since resigned from the Company on 12 August 2016 and 29 July 2016 respectively. The Company currently has no representatives on the board of Investama and in light of this, the Board is not likely to be able to exercise control over Investama. The consequence of this is that the Company can no longer recognise Investama as our subsidiary. The Company would need to reclassify Investama as an investment instead.

The Board will provide further updates when there is material development.

BY ORDER OF THE BOARD

Wee Piew
Chief Executive Officer and Executive Director

15 September 2016